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XTO REV PROD 88 (7-69) PAID UP (04/17/07)B

# OIL, GAS AND MINERAL LEASE

THIS AGREEMENT made this 18th day of January 2011, between Dorothy P. Garrett, a widow, Lessor, (whether one or more), whose address is: 1714 Princeton Drive, Arlington, TX 76015, and XTO Energy Inc., Lessee, whose address is: 810 Houston St., Fort Worth, Texas 76102, Lessee, WINESSETH:

1. Lessor, in consideration of ten dollars and other valuable consideration, receipt of which is hereby acknowledged, and of the covenants and agreements of Lessee hereinafter contained, does hereby grant, lease and let unto Lessee the land covered hereby for the purposes and with the exclusive right of explaining, mining and operating for, producing and owning oil, gas, sulptur and all other minerals (whether or not similar to those mentioned), fogether with the right to make surveys on said land, lay pipe lines, establish and utilize facilities for surface or subsurface disposal of salt water, construct roads and bridges, digicanals, build tanks, power stations, telephone lines, employee houses and other structures on said land, necessary or useful in Lessee's operations in exploring, drilling for, producing, freating, storing and transporting minerals produced from the land covered hereby or any other land adjacent thereto. The land covered hereby, herein called "said land," is located in the County of Larrant. State of Texas, and is described as follows:

See Attached Eyhibit "A"

See Attached Exhibit "A"

This lease also covers and includes, in addition to that above described, all land, if any, contiguous or adjacent to or adjoining the land above described and (a) owned or object to be undescribed and (a) owned or object to be undescribed in the land above described and (a) owned or object to be undescribed in the land as to which Lessor has a preference right of acquisition. Lessor agrees to execute any supplemental instrument requested by Lessee for a more complete or accurate description of said land. For the purpose of determining the amount of any bonus or other payment hereunder, said land shall be deemed to contain .226584 acres, whether actually containing more or less, and the above recital of acreage in any tract shall be deemed to be the true acreage thereof. Lessor accepts the bonus as lump sum consideration for this lesse and all rights and options hereunder.

- 2. Unless sooner terminated or longer kept in force under other provisions hereof, this lease shall remain in force for a term of <u>Two</u> years from the data hereof, hereinafter called "primary term," and as long thereafter as operations, as hereinafter defined, are conducted upon said land with no cassation for more than nicety (90) consecutive days.
- with no cassation for more than ninety (90) consecutive days.

  3. As royalty, Lessee covenants and agrees: (a)To deliver to the credit of Lessor, in the pipe line to which Lessee may connect its wells, the equal 25% part of all oil produced and saved by Lessee from said land, or from time to time, at the option of Lessee, to pay Lessor the average posted direction of such 25% part of such oil at the wells as of the day (i.e. un to the pipe line or storage tanks, Lessor in the average posted at 15% of the around the later to the well or pay Lessor on gas and casinghead gas produced from said land (1) when sold by Lessee, 25% of the around make the pipe line of (i) To pay Lessor on gas and casinghead gas produced from said land (1) when sold by Lessee (1) of the minimal sale of the manufacture of gasoline or other products, the market value, at the mouth of the well, or (2) when less the selection, of the production of marketed to relixed by Lessee from said land, one-tenth etime in kind or value at the well or minimal and marketed the royalty shall be one dollar (5). 10) per long ton, if, at the explication of the primary term or at any time or times thereafter, there is any well on said land or on lands with which said land or any portion thereof has been pooled, capable of producing oil or gas, and all such wells are shut-in, and thereafter this lease may be continued in force as if no shut-in had occurred. Lessee covenants and agrees to use reasonable dispense to produce the interest of use the expiration of the obligated to install or furnish facilities other than well facilities and ordinary lease facilities of flow lines, separator, and lease tank, and shall not be obligated to install or furnish facilities other than well facilities and ordinary lease facilities of flow lines, separator, and classe tank, and shall not be obligated to install or furnish facilities other than well facilities and ordinary lease facilities of flow lines, separator, and classe tank, and shall not be experienced to settle labor
- payment. Nothing herein shall impair Lessae's right to release as provided in paragraph. 5 hereof, in the event of assignment of this lesse, in whole or in pair, lastility for payment hereunder shall rest exclusively on the then owner or owners of this lesse, severally as to acreage owner by each.

  4. Lessae is hereby granted the right, at its option, to pool or unitize any land covered by this lease, and/or with any other land, covered by this lease, and/or with any other land, covered by this lease, and/or with any other land, only one or more horzons, so as to contain not more than 60 for any one or more horzons, so as to contain not more than 640 surface acres plus 10% acreage bleamen, if limited to one or more of the following. (1) gas, other than castinghoad gas, (2) liquid hydrocarbons; (contains sets) which are not liquid on the subsurface or reservoir, (3) minerals produced from wells classified as gas wells by the conservation agency traving jurisdiction. If larger units this name of the following in extraction of the subsurface acres plus to categories of the following in a subsurface acres of the following the subsurface acres of the following the subsurface of the following the subsurface acres of the following the subsurface acres of the following the subsurface acres of the following the following the subsurface acres of the following the following the subsurface acress of the following the f
- 5. Lessee may at any time and from time to time execute and deliver to Lessor or file for record a release or releases of this lease as to any part or all of said land or of any mineral or horizon thereunder, and thereby be relieved of all obligations, as to the released acreage or interest.

- 6. Wherever used in this lease the word "operations" shall mean operations for and/or any of the following: preparing the driftsite location or access road, drilling, testing, completing, reworking, recompleting, deepening, sidetracking, plugging back or repairing of a well in search for or in an endeavor to obtain production of oil, gas, sulphur or other minerals, excavating a mine, production of oil, gas, sulphur or other mineral, whether or not in paying quantities.
- 7. Lessee shall have the use, free from royalty, of water, other then from Lessor's water wells, and of oil and gas produced from said land in all operations hereunder. Lessee shall have the right at any time to remove all machinery and fixtures placed on said land, including the right to draw and remove casing. No well shall be drilled nearer than 200 feet to the house or barm now on said land without the consent of the Lessor. Lessee shall pay for damages caused by its operations to growing crops and timber on said land.
- 8. The rights and estate of any party hereto may be assigned from time to time in whole or in part and as to any mineral or horizon. All of the covenants, obligations, and considerations of this lease shall extend to and be binding upon the parties hereto, their heirs, successors, assigns, and successive assigns. No change or division in the covereship of said land, royalties, or other moneys, or any part thereof, howevever effected, shall increase the obligations or diminish the rights of Lessee, including, but not limited to, the location and drilling of wells and the measurement of production. Notwithstanding any other actual or constructive knowledge or notice thereof of or to Lessee, its successors or assigns, no change or division in the ownership of said land or of the royalties, or other moreeys, or the right to receive the same, howevever effected, shall be binding upon the then record owner of this lease until sixty (60) days after there has been familished to such record owner at his or its principal place of business by Lessor or Lessor's heirs, successors, or assigns, notice of such change or division, supported by either originals or duly cartified copies of the instruments which have been property field for record and which evidence such charge or division, and of such court records and proceedings, transcripts, or other documents as shall be necessary in the opinion of such record owner to establish the validity of such change or division. If any such change in ownership occurs by reason of the death of the owner, Lessee may, nevertheless pay or tender such royalities, or other moneys, or part thereof, to the credit of the decedent in a depository bank provided for above.
- 9. In the event Lessor considers that Lessee has not complied with all its obligations hereunder, both express and implied, Lessor shall notify Lessee in writing, setting out specifically in what respects Lessee has breached this contract. Lessee shall then have sixty (60) days after receipt of said notice within which to meet or commence to meet all or any part of the breaches alleged by Lessor. The service of said notice shall be precedent to the bringing of any action by Lessor on said lease for any cause, and no such action shall be brought until the lapse of setty (60) days after revice of such notice on Lessee. Neither the service of said notice nor the doing of any acts by Lessee aimed to meet all or any of the alleged breaches shall be deemed an admission or presumption that Lessee has failed to perform all its obligations hereunder. If this lease is canceled for any cause, it shall nevertheless remain in force and effect as to (1) sufficient acreage around each well as to which there are operations to constitute a drilling or maximum allowable unit under applicable governmental regulations, (but in no event less that forty acres), such acreage to be designated by Lessee as nearly as practicable in the form of a square centered at the well, or in such shape as then existing spacing rules require; and (2) any part of said land included in a pooled unit on which there are operations. Lessee shall also have such easements on said land as are necessary to operations on the acreage so retained and shall not be required to move or remove any existing surface facilities necessary or convenient for current operations.
- 10. Lessor hereby warrants and agrees to defend title to said land against the claims of all persons whomspever. Lessor's rights and interests hereunder shall be charged primarity with any mortgages, taxes or other liens, or interest and other charges on said land, but Lessor agrees that Lessee shall have the right at any time to pay or reduce same for Lessor, either before or after maturity, and be subrogated to the other of the holder thereof and to deduct amounts so paid from royalties or other payments payable or which may become payable to Lessor and/or assigns under this lease, if this lease covers a less interest in the oil gas, sulgiver, or other minerals in all or any part of said land then the entire and undivided fee simple estate (whether Lessor's interest is herein specified or not), or no interest therein, then the royalties and other moneys account from any part as to which this lease covers less than such full interest, shall be paid only in the proportion which the interest therein, if any, covered by this lease, bears to the whole and undivided fee simple estate therein. All royalty interest covered by this lease (whether or not owned by Lessor) shall be paid out of the royalty herein provided. This lease shall be binding upon each party who executes it without regard to whether it is executed by all those named herein as Lessor.
- 11. If, while this lease is in force, at, or after the expiration of the primary term hereof, it is not being continued in force by reason of the shut-in well provisions of paragraph 3 hereof, and Lessee is not conducting operations on said land by reason of (1) any law, order, rule or regulation, (whether or not subsequently determined to be invalid) or (2) any other cause, whether similar or dissimilar, (except financial) beyond the reasonable control of Lessee, the primary term hereof shall be extended until the first anniversary date hereof occurring ninety (90) or more days following the removal of such delaying cause, and this lease may be extended thereafter by operations as if such delay had not occurred.
- 12. Lessor agrees that this lease covers and includes any and all of Lessor's rights in and to any existing well(s) and/or wellbore(s) on said land, other than existing water wells, and for all purposes of this lease the re-entry and use by Lessee of any existing well and/or wellbore shall be deemed the same as the drilling of a new well.
- 13. Notwithstanding anything to the contrary contained in this lease, at the option of Lessee, which may be exercised by Lessee giving notice to Lessor, a well which has been drilled and Lessee intends to frac shall be deemed a well capable of producing in paying quantities and the date such well is shut-in shall be when the drilling operations are completed.
- 14. As a result of land development in the vicinity of said land, governmental rules or ordinances regarding well sites, and/or surface restrictions as may be set forth in this lease and/or other leases in the vicinity, surface locations for well sites in the vicinity may be limited and Lessee may encounter difficulty securing surface location(s) for drilling, reworking or other operations. Therefore, since drilling reworking or other operations are either restricted or not allowed on said land or other leases in the vicinity, it is agreed that any such operations conducted at a surface location off of said land or off of lands with which said land are pooled in accordance with this lease, provided that such operations are associated with a directional well for the purpose of drilling, reworking, producing or other operations under said land or lands pooled therewith, shall for purposes of this lease be deemed operations conducted on said land. Nothing contained in this paragraph is intended to modify any surface restrictions or pooling provisions or restrictions contained in this lease except as expressly stated.

IN WITNESS WHEREOF, this instrument is executed on the date first above written.

LESSOR(S)

Dorothy P. Garrett

STATE OF TEXAS)

} ss.

Garritt

COUNTY OF TARRANT)

(ACKNOWLEDGMENT FOR INDIVIDUAL)

This instrument was acknowledged before me on the

My Commission Expires

August 11, 2014

day of January, 2011 by Ocrothy P. Operett.

Signature

Notary Public

Printed

THOMAS G. ZIMMERMAN otary Public, State of Texas

# Exhibit "A"

Attached hereto and made a part hereof that certain Oil, Gas and Mineral Lease dated between Dorothy P. Garrett, a widow, and XTO Energy Inc.

# NO SURFACE DRILLING USE CLAUSE

It is hereby agreed and understood that there shall be no drilling activities on the surface of the leased premises without the prior written permission from the surface owner of the applicable portion of the leased premises. Notwithstanding the foregoing, this waiver of surface shall not be construed as a waiver of the rights of Lessee to utilize the subsurface of the leased premises under this lease, and Lessee shall have the right to exploit, explore for, develop and produce oil, gas and other covered minerals under this lease from wells from surface locations off the leased premises, including, but not limited to, directional or horizontal drilling activity which comes under the surface of the leased premises. This drilling surface waiver does not apply to any surface rights associated with instruments other than this lease.

### LEGAL DESCRIPTION

BEING Lot Eight (8), Block Five (5), MANCHESTER PLACE ADDITION, an Addition to the City of Arlington, Tarrant County, Texas, according to the recorded plat on Volume 388-53, Page 48, Deed Records, Tarrant County, Texas.

This lease shall include all streets, alleyways, easements, gores and strips of land adjacent and contiguous thereto.

SIGNED FOR IDENTIFICATION:

L. Same Z

Dorothy P. Garrett